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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED
MAR 13 2002

Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

WS-01689A
CLEAR SPRINGS UTILITY COMPANY, INC.
P. O. BOX 85160
TUCSON AZ 85754-0000

Sewer Division

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
----	----	------

FOR COMMISSION USE

ANN05	01
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PROCESSED BY:

3-15-02 cm

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Clear Springs Utility Company--Sewer Division

Mailing Address P.O. Box 85160
(Street)

Tucson

(City)

AZ

(State)

85754

(Zip)

520-624-4404

Telephone No. (Include Area Code)

520-792-0377

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address same as above
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Southwestern Utility Management, Inc.
(Name) (Title)

1121 W. Grant Road, #413

(Street)

Tucson

(City)

AZ

(State)

85705

(Zip)

520-624-4404

Telephone No. (Include Area Code)

520-792-0377

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Howard Brown
(Name)

P.O. Box 599

(Street)

Pearce

(City)

AZ

(State)

85625

(Zip)

520-826-3370

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: <u>Ezra H. Lewis</u>			
(Name)			
<u>1121 W. Grant Rd., #413</u>	<u>Tucson</u>	<u>AZ</u>	<u>85705</u>
(Street)	(City)	(State)	(Zip)
<u>520-624-4404</u>	<u>520-792-0377</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

Attorney: <u>Hugh A. Holub</u>			
(Name)			
<u>177 N. Church Ave., #913</u>	<u>Tucson</u>	<u>AZ</u>	<u>85701</u>
(Street)	(City)	(State)	(Zip)
<u>520-792-1488</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Clear Springs Utility Company--Sewer Division

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	4654	---	4654
354	Structures and Improvements			
355	Power Generation Equipment	44849	35594	9255
360	Collection Sewers – Force	272473	222952	49521
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.			
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	3082	2781	301
390	Office Furniture and Equipment			
391	Transportation Equipment	730	730	---
393	Tools, Shop and Garage Equip.	1248	903	345
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	327036	262960	64076

This amount goes on the Balance Sheet Acct. No. 108

See Accountants' Report.

COMPANY NAME Clear Springs Utility Company--Sewer Division

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights	4654		---
354	Structures and Improvements			
355	Power Generation Equipment	44849	5%	* 544
360	Collection Sewers – Force	272473	5%	* 3086
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.			
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	3082	5%	* 19
390	Office Furniture and Equipment			
391	Transportation Equipment	730	5%	* ---
393	Tools, Shop and Garage Equip.	1248	5%	* 19
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	327036		3668

Less: Amortization of Contributions in Aid of Construction (4101)
 This amount goes on Comparative Statement of Income and Expense Acct. 403 (433)

*Some or all of the costs are fully depreciated.

See Accountants' Report.

COMPANY NAME

Clear Springs Utility Company--Sewer Division

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1942	\$ 192
132	Special Deposits		
135	Temporary Cash Investments	15000	15000
141	Customer Accounts Receivable	4441	5252
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1602	1602
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 22985	\$ 22046
	FIXED ASSETS		
101	Utility Plant in Service	\$ 323313	\$ 327036
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(259292)	(262960)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 64021	\$ 64076
	TOTAL ASSETS	\$ 87006	\$ 86122

NOTE: Total Assets on this page should equal **Total Liabilities and Capital** on the following page.

COMPANY NAME

Clear Springs Utility Company--Sewer Division

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 10861	\$ 4742
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	6547	6547
235	Customer Deposits	195	555
236	Accrued Taxes	176	206
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	6000	6000
	TOTAL CURRENT LIABILITIES	\$ 23779	\$ 18050
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 8868	\$ ---
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$ 649	\$ 41031
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	81363	82012
272	Less: Amortization of Contributions	(32545)	(73259)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 49467	\$ 49784
	TOTAL LIABILITIES	\$ 82114	\$ 67834
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Other Paid in Capital	656200	656200
215	Retained Earnings	(651308)	(637912)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 4892	\$ 18288
	TOTAL LIABILITIES AND CAPITAL	\$ 87006	\$ 86122

Beginning Retained Earnings	(651308)
Adjustments to Advances and Contributions	
in Aid of Construction by ACC	(4426)
Net Income	17822
Ending Retained Earnings	<u>(637912)</u>

See Accountants' Report.

COMPANY NAME Clear Springs Utility Company--Sewer Division

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	PRIOR YEAR	TEST YEAR
521	Flat Rate Revenues	\$	\$
522	Measured Revenues	42618	45215
536	Other Wastewater Revenues	388	1992
	TOTAL REVENUES	\$ 43006	\$ 47207
	OPERATING EXPENSES		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	1537	1394
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional	21785	21061
735	Contractual Services – Testing	490	2863
736	Contractual Services – Other	5174	1546
740	Rents		
750	Transportation Expense	1039	1928
755	Insurance Expense	1688	(391)
765	Regulatory Commission Expense	29	
775	Miscellaneous Expense	250	357
403	Depreciation Expense	(586)	(433)
408	Taxes Other Than Income	3495	
408.11	Property Taxes	716	1299
409	Income Taxes		
	TOTAL OPERATING EXPENSES	\$ 35617	\$ 29624
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 637	\$ 771
421	Non-Utility Income		21
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(1062)	(553)
	TOTAL OTHER INCOME/EXP	\$ (425)	\$ 239
	NET INCOME/(LOSS)	\$ 6964	\$ 17822

COMPANY NAME

Clear Springs Utility Company--Sewer Division

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

See Accountants' Report.

COMPANY NAME

Clear Springs Utility Company--Sewer Division

WASTEWATER COMPANY PLANT DESCRIPTION**TREATMENT FACILITY**

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Aerobic Lagoon Anaerobic Lagoon
DESIGN CAPACITY OF PLANT (Gallons Per Day)	300,000 Gallons/Day

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
S.W. Corner Ford Road & Allen St, Arizona, Sunsites, Pearce, AZ	2	7.5	500	2000
Stand-by back-up pump				
220V 3 ph	1	5	200	
Stand-by 110 Volt pump	1	5	160	

FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch		
8-inch	AC	1200

MANHOLES

Type	Quantity
Standard	160
Drop	

CLEANOUTS

Quantity
11

COMPANY NAME

Clear Springs Utility Company--Sewer Division

WASTEWATER COMPANY PLANT DESCRIPTION CONTINUED**COLLECTION MAINS**

Size (in inches)	Material	Length (in feet)
4		
6	AC/PVC	1225/3730
8	AC/Clay/PVC	24200/56000/ 11849
10		
12	AC	3700
15		
18		
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4	AC	336
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	Fences Surrounding Sewer Ponds
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Stand-by Generator Pump

COMPANY NAME Clear Springs Utility Company--Sewer Division

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January, 2001	341	1245425	72408
February, 2001	342	1027124	59716
March, 2001	343	1145478	66597
April, 2001	343	1114560	66604
May, 2001	343	932356	54206
June, 2001	344	856140	49775
July, 2001	344	1785360	103800
August, 2001	344	1114450	64793
September, 2001	344	1506000	87558
October, 2001	344	1134600	65965
November, 2001	345	1068000	62093
December, 2001	347	926900	53889

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method Of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Evaporation Pond
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	100824
Groundwater Permit Number	
ADEQ Aquifer Protection Permit Number	P100824
ADEQ Reuse Permit Number	
EPA NPDES Permit Number	

STATISTICAL INFORMATION

Clear Springs Utility Company--Sewer Division

Total number of customers 347

Total number of gallons treated 13,856,485 gallons

COMPANY NAME Clear Springs Utility Company-- YEAR ENDING 12/31/2001
Sewer Division

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported S-Corporation
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported S-Corporation
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 123043
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Ezra H. Lewis
SIGNATURE

3/11/02
DATE

Ezra H. Lewis
PRINTED NAME

President
TITLE

COMPANY NAME Clear Springs Utility Company--Sewer Div. YEAR ENDING 12/31/2001

PROPERTY TAXES

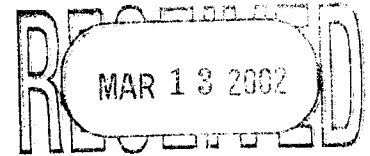
Amount of actual property taxes paid during Calendar Year 2001 was: \$ 1298.73

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>	Director of Utilities
NAME (OWNER OR OFFICIAL) TITLE <u>Ezra H. Lewis--President</u>	
COMPANY NAME <u>Clear Springs Utility Company--Sewer Division</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2001</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

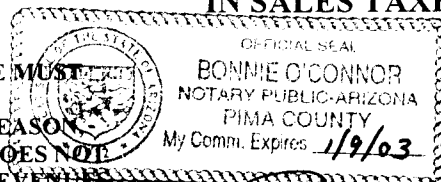
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 49902

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2695
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

COUNTY NAME <u>PIMA</u>	
MONTH <u>March</u>	YEAR <u>2002</u>

(SEAL)

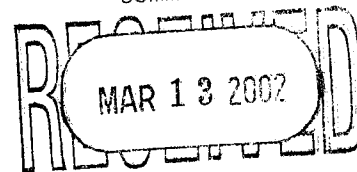
MY COMMISSION EXPIRES 1/9/03

SIGNATURE OF NOTARY PUBLIC

See Accountants' Report.

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 44051

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2379

IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

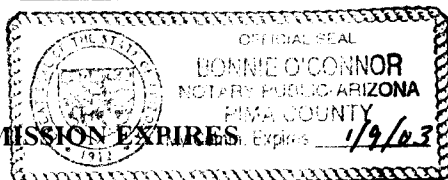
THIS

11th

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME

Bonnie O'Connor

COUNTY NAME

PIMA

MONTH

March

2002

X

SIGNATURE OF NOTARY PUBLIC

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 108523
PARCEL IDENTIFICATION 981-52-270A 2
TAX AREA CODE 2270

CLEAR SPRINGS UTILITY CO
1121 W GRANT RD STE 413
TUCSON AZ 85705

RECEIPT REQUESTED (X)

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2000 2ND HALF COUPON

TO PAY 2ND HALF	PAY	215.55
-----------------	-----	--------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001



0298152270012200000000021555

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE COUNTY TREAS
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER 108524
PARCEL IDENTIFICATION 981-52-275 8
TAX AREA CODE 2275

CLEAR SPRINGS UTILITY CO
1121 W GRANT RD STE 413
TUCSON AZ 85705

RECEIPT REQUESTED (X)

*IF TOTAL TAX DUE IS \$50.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2000 2ND HALF COUPON

TO PAY 2ND HALF	PAY	74.46
-----------------	-----	-------

NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2001



029815227500820000000007446

CLEAR SPRINGS UTILITY CO. INC.
SEWER DIVISION
P. O. BOX 85160 520-623-5172
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745
91-527/1221

4/9/2001

1033

PAY TO THE
ORDER OF

Marsha Bonham - Cochise County Treasurer

**290.01

Two Hundred Ninety and 01/100*****

DOLLARS

Marsha Bonham - Cochise County Treasurer

MEMO

[Signature]
AUTHORIZED SIGNATURE

⑈001033⑈ ⑆122105278⑆0291822385⑈

SECURITY FEATURES INCLUDED. DETAILS ON BACK. Ⓢ

CLEAR SPRINGS UTILITY CO. INC./SEWER DIVISION
Marsha Bonham - Cochise County Treasurer

4/9/2001

1033

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
04/06/2001	Bill	981-52-2758	74.46	74.46		74.46
04/06/2001	Bill	981-52-270A	215.55	215.55		215.55
					Check Amount	290.01

2001 TAX NOTICE
JAN 1, 2001
DEC 31, 2001
COUNTY OF COCHISE

ADDRESS: P O BOX 1778
BISBEE AZ 85603

LEGAL DESCRIPTION SECTION TWN RNG ACRES
TOTAL VALUE OF OPERATING PROPERTY

USE 5200

TAX ROLL NUMBER	10224
PARCEL IDENTIFICATION	981-52-275T 2
TAX AREA CODE	2275

IMPORTANT - SEE REVERSE SIDE
FOR COMPLETE EXPLANATION OF
YOUR 2001 TAX NOTICE AND
PAYMENT INSTRUCTIONS

85705 981-52-275T 2 110224

CLEAR SPRINGS UTILITY CO
SEWER UTILITY
EZRA H LEWIS/OWNER
1121 W GRANT RD STE 413
TUCSON AZ 85705

2001 TAX SUMMARY (B)	
PRIMARY AD VALOREM TAX	134974
LAND STATE AND TO BE BUILT	00
NET PROPERTY AD VALOREM TAX	134974
SECONDARY AD VALOREM TAX	66770
SPECIAL DISTRICT TAX	00

PAY TOTAL OR HALF TAX

TOTAL TAX DUE →	201744
HALF TAX →	100872

DELINQUENT DATES

1st HALF NOV. 1, 2001
2nd HALF MAY 1, 2002

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
NO RECEIPT WILL BE SENT UNLESS REQUESTED

PRIMARY PROPERTY TAX CALCULATION (I)					
ITEM	LIMITED VALUE	AD VALOREM TAX	AD VALOREM TAX	TAX RATE	AD VALOREM TAX
LAND, BLDG, ETC.	250	213	0	94256	2008
PERSONAL PROPERTY	56426	250	4107	0	94256
TOTALS	57277	4320	0	0	134974

SECONDARY PROPERTY TAX CALCULATION (II)					
ITEM	FULL VALUE	AD VALOREM TAX	AD VALOREM TAX	TAX RATE	AD VALOREM TAX
LAND	0	250	0	49185	0
PERSONAL PROPERTY	56426	250	213	0	49185
TOTALS	57277	4320	0	0	66770

TAX CODE		TAX DESCRIPTION	2001 PRIMARY	2001 SECONDARY	2001 TOTAL	2000 TOTAL	DIFFERENCE
02000	COCHISE COUNTY		42062	00	42062	00	42062
02001	COUNTY SCHOOL TAX EQ		7123	00	7123	00	7123
05022	PEARCE SD #22		34066	4992	38958	00	38958
06106	VALLEY UHS		26852	13104	39956	00	39956
08150	COCHISE COUNTY JUNIOR COLLEGE		24871	00	24871	00	24871
10251	NO COCHISE CNTY HOSPITAL DIST		00	15317	15317	00	15317
11205	SUNSHINE-PEARCE FIRE DISTRICT		00	29033	29033	00	29033
11900	FIRE DISTRICT ASSISTANCE FUND		00	1432	1432	00	1432
14900	COCHISE COUNTY LIBRARY DIST		00	2221	2221	00	2221
15000	COCHISE COUNTY FCD #80-49		00	55	55	00	55
30000	COCHISE CNTY JOINT TECHNOLOGY D		00	716	716	00	716
TOTALS			134974	66770	201744	00	201744

TEAR OFF ALONG DOTTED LINES

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

CLEAR SPRINGS UTILITY C
1121 W GRANT RD STE 413
TUCSON AZ 85705

TAX ROLL NUMBER

110224
PARCEL IDENTIFICATION
981-52-275T 2
TAX AREA CODE
2275

RECEIPT REQUESTED ()

*IF TOTAL TAX DUE IS \$25.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2001 2ND HALF COUPON

TO PAY 2ND HALF PAY 100872

NOTE: 2ND HALF TAXES DELINQUENT AFTER MAY 1, 2002

TEAR OFF ALONG DOTTED LINES

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

CLEAR SPRINGS UTILITY C
1121 W GRANT RD STE 413
TUCSON AZ 85705

TAX ROLL NUMBER

110224
PARCEL IDENTIFICATION
981-52-275T 2
TAX AREA CODE
2275

RECEIPT REQUESTED ()

PLEASE RETURN
BOTH COUPONS
WHEN PAYING
FULL YEAR TAX

*IF TOTAL TAX DUE IS \$25.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2001 1ST HALF COUPON

TO PAY 1ST HALF ONLY PAY 100872
TO PAY FULL YEAR TAX PAY 201744

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV. 1, 2001

66"R/6K46 * *11F666666" *5K46 * *11F666666

CLEAR SPRINGS UTILITY CO. INC.
SEWER DIVISION
P. O. BOX 85160 520-623-5172
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745
91-527/1221

1085

10/25/2001

PAY TO THE ORDER OF Marsha Bonham - Cochise County Treasurer

\$ **1,008.72

One Thousand Eight and 72/100*****

DOLLARS

Marsha Bonham - Cochise County Treasurer

MEMO


AUTHORIZED SIGNATURE

⑈001085⑈ ⑆122105278⑆0291822385⑈

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

CLEAR SPRINGS UTILITY CO. INC./SEWER DIVISION
Marsha Bonham - Cochise County Treasurer

10/25/2001

1085

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/17/2001	Bill	981-52-278T	1,008.72	1,008.72		1,008.72
					Check Amount	1,008.72

131100 - Wells Fargo Ban

1,008.72

HOLM, HESTAND & VALENZUELA, CPAs, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
3131 NORTH COUNTRY CLUB ROAD, SUITE 109
TUCSON, ARIZONA 85716

DOUGLAS R. HOLM, CPA
EMMA K. HESTAND, CPA
JANETTE G. VALENZUELA, CPA

TELEPHONE: (520) 326-8483
FAX: (520) 795-5191
E-MAIL: HHVCPA@EARTHLINK.NET

COMPILATION ENGAGEMENT REPORT

We have compiled the balance sheets of Clear Springs Utility Company--Sewer Division as of December 31, 2001 and 2000, and the related comparative statements of income and expense for years then ended, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission--Utilities Division information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and the supplementary information are presented in accordance with the requirements of the Arizona Corporation Commission which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Holm, Hestand & Valenzuela CPAs P.C.

February 14, 2002